

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W - 02164 A
Morristown Water Co.
P.O. Box 156
Morristown, Az. 85342 - 0000

m

ANNUAL REPORT

RECEIVED

FEB 21 2007

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2004 |
|----|----|------|

FOR COMMISSION USE

| | |
|-------|----|
| ANN04 | 04 |
|-------|----|

Entered
2-21-07
RF

COMPANY INFORMATION

| | | | |
|---|-----------------------------|------------------------------------|--|
| Company Name (Business Name) <u>Morristown Water Company</u> | | | |
| Mailing Address <u>P.O. Box 156</u> | | | |
| <u>Morristown,</u> (City) | <u>Az.</u> (State) | <u>85342</u> (Zip) | |
| <u>623-388-9292</u> | | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| Email Address _____ | | | |
| Local Office Mailing Address <u>Same as above</u> | | | |
| <u></u> (City) | <u></u> (State) | <u></u> (Zip) | |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| Email Address _____ | | | |

MANAGEMENT INFORMATION

| | | | |
|--|-----------------------------|------------------------------------|-----------------------|
| Management Contact: <u>Joe Walworth</u> | | | |
| <u>P.O. Box 273</u> (Street) | | <u>Morristown</u> (City) | <u>Az</u> (State) |
| | | <u>President</u> (Title) | <u>85342</u> (Zip) |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| Email Address _____ | | | |
| On Site Manager: _____ | | | |
| <u></u> (Name) | | | |
| <u></u> (Street) | <u></u> (City) | <u></u> (State) | <u></u> (Zip) |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| Email Address _____ | | | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

| | | | |
|---|----------------|------------------------------------|-------------------|
| Statutory Agent: <u>Craig Keller</u> | | | |
| (Name) | | | |
| <u>34 E Palm Lane</u> | <u>Phoenix</u> | <u>AZ</u> | <u>85004-1471</u> |
| (Street) | (City) | (State) | (Zip) |
| Telephone No. (Include Area Code) | | Fax No. (Include Area Code) | |
| | | Pager/Cell No. (Include Area Code) | |
| Attorney: _____ | | | |
| (Name) | | | |
| _____ | _____ | _____ | _____ |
| (Street) | (City) | (State) | (Zip) |
| Telephone No. (Include Area Code) | | Fax No. (Include Area Code) | |
| | | Pager/Cell No. (Include Area Code) | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input checked="" type="checkbox"/> Other (Describe) <u>Non profit</u> | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

| |
|--------------|
| COMPANY NAME |
|--------------|

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|--------------|--|-----------------------|-------------------------------------|--------------------------|
| 301 | Organization | 3175 | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 1970 | | |
| 304 | Structures and Improvements | 42931 | 42931 | -0- |
| 307 | Wells and Springs | 27281 | 27281 | -0- |
| 311 | Pumping Equipment | 57194 | 57194 | -0- |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes | 121119 | 74499 | 46620 |
| 331 | Transmission and Distribution Mains | 110980 | 110980 | -0- |
| 333 | Services | 3968 | 3968 | -0- |
| 334 | Meters and Meter Installations | 7451 | 2436 | 5015 |
| 335 | Hydrants | 14006 | 14000 | -0- |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | 65772 | 65772 | -0- |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 455661 | 399061 | 56600 |

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------------|
| 301 | Organization | 3175 | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 1790 | | |
| 304 | Structures and Improvements | 42931 | | 716 |
| 307 | Wells and Springs | 27281 | | 456 |
| 311 | Pumping Equipment | 57194 | | 955 |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes | 121119 | 5% | 6056 |
| 331 | Transmission and Distribution Mains | 110980 | | 4847 |
| 333 | Services | 3968 | | 68 |
| 334 | Meters and Meter Installations | 7451 | 5% | 373 |
| 335 | Hydrants | 14000 | | 234 |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | 65772 | | 1101 |
| | TOTALS | 455661 | | 14806 |

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

BALANCE SHEET

| Acct No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-------------|---|------------------------------------|------------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 8823 | \$ 9241 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 3326 | 2970 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | 19521 | 19521 |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 31670 | \$ 31732 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 455661 | \$ 455661 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | 392632 | 399061 |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 83029 | \$ 56600 |
| | TOTAL ASSETS | \$ 94699 | \$ 98332 |

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ 3029 | \$ 2132 |
| 232 | Notes Payable (Current Portion) | 2015 | 1971 |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | 112 | 116 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 5156 | \$ 4219 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ 11780 | \$ 11477 |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 401693 | 401693 |
| 272 | Less: Amortization of Contributions | 347977 | 362775 |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ 53716 | \$ 38918 |
| | TOTAL LIABILITIES | \$ 70652 | \$ 54614 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | 4800 | 4800 |
| 215 | Retained Earnings | 19247 | 19356 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ 24047 | \$ 29156 |
| | TOTAL LIABILITIES AND CAPITAL | \$ 94699 | \$ 78770 |

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461 | Metered Water Revenue | \$ 24816 | \$ 25742 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 857 | 946 |
| | TOTAL REVENUES | \$ 25673 | \$ 26688 |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ | \$ |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 3091 | 3127 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 5042 | 6119 |
| 621 | Office Supplies and Expense | 122 | 128 |
| 630 | Outside Services | 10029 | 9325 |
| 635 | Water Testing | 1694 | 2233 |
| 641 | Rents | | |
| 650 | Transportation Expenses | | |
| 657 | Insurance - General Liability | 2029 | 2112 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense - Rate Case | | |
| 675 | Miscellaneous Expense | 1772 | 1956 |
| 403 | Depreciation Expense | 8 | 8 |
| 408 | Taxes Other Than Income | (14) | 1141 |
| 408.11 | Property Taxes | 1372 | 2101 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 25145 | \$ 26773 |
| | OPERATING INCOME/(LOSS) | \$ 528 | \$ 85 |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ 43 | \$ 36 |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | (757) | (687) |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ (714) | \$ (651) |
| | NET INCOME/(LOSS) | \$ (186) | \$ (566) |

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|-----------|---------|---------|---------|
| Date Issued | 6/26/75 | | | |
| Source of Loan | USDA | | | |
| ACC Decision No. | 44258 | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$ 46,000 | \$ | \$ | \$ |
| Amount Outstanding | \$ 11,987 | \$ | \$ | \$ |
| Date of Maturity | 2015 | | | |
| Interest Rate | 5% % | % | % | % |
| Current Year Interest | \$ 645 | \$ | \$ | \$ |
| Current Year Principle | \$ 2015 | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End

\$

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION**WELLS**

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (Inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| B-6-4-13-1 | 10 | 35 | | 8" | 1½" | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| | | |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 10 | 2 | | |
| 50 | 2 | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|-----------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 20,000 gallons | 1 | 2,000 | 1 |
| 100,000 gallons | 1 | | |
| | | | |
| | | | |

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |
| 6 | | |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Tubo 4 | |
| Comp. 6 | |
| Tubo 6 | |
| | |
| | |
| | |

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLON PUMPED (Thousands) |
|-----------|---------------------|-----------------------------|------------------------------|
| JANUARY | 46 | 339 | |
| FEBRUARY | 46 | 345 | |
| MARCH | 46 | 418 | |
| APRIL | 46 | 436 | |
| MAY | 46 | 548 | |
| JUNE | 46 | 672 | |
| JULY | 46 | 721 | |
| AUGUST | 46 | 583 | |
| SEPTEMBER | 46 | 498 | |
| OCTOBER | 46 | 397 | |
| NOVEMBER | 48 | 321 | |
| DECEMBER | 48 | 330 | |
| TOTAL | | N/A | 5980 |

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes☐ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. _____ mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME _____ YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 1,200.80

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

PARCEL/ACCOUNT# 615-57-506 2

MARICOPA COUNTY
TREASURER

DOUG TODD, TREASURER
301 W JEFFERSON ST - RM 100
PHOENIX, AZ 85003-2199
<http://treasurer.maricopa.gov>

*PHONE NUMBERS ON OTHER SIDE

PROPERTY DESCRIPTION
SEC/LOT TWN/BLK RNG/TR

TOTAL VALUE OF OPERATING PROPERTY



MORRISTOWN WATER COMPANY
PO BOX 188
MORRISTOWN, AZ 85342-0188

MARICOPA COUNTY 2004 PROPERTY TAX STATEMENT

NOTICE: SEE REVERSE SIDE FOR
IMPORTANT INFORMATION.

\$25.00 CHARGE IF CHECK
FAILS TO CLEAR BANK.

YOUR CHECK IS YOUR RECEIPT.

| LIMITED (PRIMARY) VALUES | | | | PRIMARY | COMPARATIVE 2003 AMT | 2004 DISTRIBUTION | | OFFICE USE ONLY |
|--|---------------|------|--------------|--|--|--|---|--|
| TYPE | LIMITED | % | ASSESSED | | | RATE / 100 | 2004 AMT DUE | |
| AND/BLDG PERSONAL EXEMPTION | 1828 41372 | 25.0 | 407 10343 | COUNTY EDUC. EQUAL CITY SCHOOL CO. EDUC COMM. COL. | 4.83 1.82 28.10 3.83 | 12108 04880 85007 9211 | 130.18 49.02 898.84 89.02 | PRTKEY= SEQ= 4347 MTG= LOAN# |
| RIM. TOT. | 43000 | | 10750 | | | | | |
| AREA CODE 750006 | | | | SUBTOTAL | 36.78 | 90885 | 877.04 | |
| FULL CASH (SECONDARY) VALUES | | | | SECONDARY | COMPARATIVE 2003 AMT | 2004 DISTRIBUTION | | OFFICE USE ONLY |
| TYPE | FULL CASH | % | ASSESSED | | | RATE / 100 | 2004 AMT DUE | |
| AND/BLDG PERSONAL EXEMPTION | 1828 41372 | 25.0 | 407 10343 | FLOOD CAWCO OVERRIDES FIRE DIST. ASST LIBRARY "BONDS" - COUNTY - CITY - SCHOOLS - COMM COL. | 88 48 02 22 28 58 2.42 | 2118 1200 0089 0521 1181 5070 | .86 12.90 .74 5.60 12.48 32.58 | FIRST HALF TAX AMOUNT 800.40 DUE OCT. 1, 2004 DELINQUENT AFTER NOV. 1, 2004 SECOND HALF TAX AMOUNT 800.40 DUE MARCH 1, 2005 DELINQUENT AFTER MAY 2, 2005 INTEREST ON LATE PAYMENT IS 10% PER YEAR PRORATED MONTHLY AS OF THE FIRST DAY OF THE MONTH. ARS § 42-18053 |
| EC. TOT. | 43000 | | 10750 | | | | | |
| SPECIAL DISTRICT (VALUE ADDED) = 4455350 | | | | | | | | |
| IRCLC CITY-MORRISTOWN VFD | | | | 10750 | 11578 | 7.88 | 17785 | 191.18 |
| IF NOT PAID BY DELINQUENT DATES, CALL OR WRITE FOR INTEREST AMOUNT. | | | | | 48.68 | TOTALS | \$1,200.80 | KEEP THIS PORTION FOR YOUR RECORDS |
| | | | | | | | | |

in accordance with the Americans with Disabilities Act, the County Treasurer will provide materials in alternative formats and
make other reasonable accommodations upon request.

(14417 = PRTCNL)

COMPANY NAME _____

YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____

Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____

Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____

Amount of Gross-Up Tax Collected _____

Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE_____
DATE_____
PRINTED NAME_____
TITLE

RECEIVED

FEB 21 2007

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|---------------------------|
| COUNTY OF (COUNTY NAME) | Maricopa |
| NAME (OWNER OR OFFICIAL) TITLE | Joe Walworth, President |
| COMPANY NAME | MariFisTown Water Company |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2004 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 28291

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1603
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MY COMMISSION EXPIRES

DAY OF

| | | |
|-------------|----------|------|
| COUNTY NAME | MARICOPA | |
| MONTH | February | 2007 |

SIGNATURE OF OWNER OR OFFICIAL

623-388-2377

TELEPHONE NUMBER

Patricia A. Keller-Stout
SIGNATURE OF NOTARY PUBLIC

RECEIVED

FEB 21 2007

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|---------------------------|
| COUNTY OF (COUNTY NAME) <i>Maricopa</i> | |
| NAME (OWNER OR OFFICIAL) <i>Joe Walworth</i> | TITLE <i>President</i> |
| COMPANY NAME <i>Morrison Water Company</i> | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2004 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

| |
|--|
| ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <i>28291</i> |
|--|

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ *1603*
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

James Mortimer
SIGNATURE OF OWNER OR OFFICIAL

623-388-2312
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS *21st* DAY OF

(SEAL)

MY COMMISSION EXPIRES



| | |
|--|---------------------|
| NOTARY PUBLIC NAME <i>PATRICIA A Keller-Stout</i> | |
| COUNTY NAME <i>MARICOPA</i> | |
| MONTH <i>February</i> | YEAR <i>2007</i> |

Patricia A Keller-Stout
SIGNATURE OF NOTARY PUBLIC